

**THE COLLEGE OF CHARLESTON
CHARLESTON, SOUTH CAROLINA**

**OMB CIRCULAR A-133 REPORTS
(WITH INDEPENDENT AUDITORS' REPORT THEREON)**

FOR THE YEAR ENDED JUNE 30, 2010

**THE COLLEGE OF CHARLESTON
CHARLESTON, SOUTH CAROLINA**

CONTENTS

	<u>Page</u>
Schedule of Expenditures of Federal Awards	1 - 8
Notes to the Schedule of Expenditures of Federal Awards	9 - 10
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	11 - 12
Independent Auditors' Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133 and on the Schedule of Expenditures of Federal Awards	13 - 14
Schedule of Findings and Questioned Costs	15
Summary Schedule of Prior Audit Findings	16

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

Federal grantor/pass-through grantor/program title	Federal CFDA Number	Pass-through Grantor's Number	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER:			
US DEPARTMENT OF AGRICULTURE			
Monitoring Trace Levels of Greenhouse Gases in Freshwater Wetlands	10.RD	AG-4660-C-09-0010	\$ 9,261
Population Connectivity of Spruce Budworm as a Function of Distance and Landscape Host Patterns in Northern Minnesota and Adjacent Ontario	10.RD	09-CR-11242313-023	3,763
Experimental Forest and Range Network Information System Development	10.RD	AG-4660-C-09-0009	3,844
Monitoring Stream Flow in the Turkey Creek Watershed Francis Marion National Forest, SC	10.RD	SRS-09-CA-11330140-033	11,880
TOTAL US DEPARTMENT OF AGRICULTURE - RESEARCH AND DEVELOPMENT CLUSTER			28,748
US DEPARTMENT OF COMMERCE			
Marine Organisms as Vectors of Human Disease Pathogens	11.RD	MOA-2004-167/1258	31,887
HML - NMR Summer Camp 2008	11.RD		13,315
Management of NMFS Charleston Laboratory Library 2008-2009	11.RD	MOA-2008-071/7756	91,904
Sex Ratios of North Carolina Turtles	11.RD	ET133C07SE3357	26
NOAA Deep Sea Coral	11.RD	EA133C09SE2815	3,542
Passed Through from St. Catherine's Island Wildlife Survival Center / Wildlife Conservation Society: Testosterone Levels in Debilitated and Stranded Turtles	11.RD		220
Passed Through from SC Sea Grant Consortium: Seed Grant Identification of Putative Paratenic Hosts in the Life Cycle of Parasitic Philometrid Nematodes of the Southern Flounder Using PCR-RFLP Techniques	11.RD	NA06OAR4170015	4,050
Bleaching of Oculina Varicosa a Temperate Zone Coral off South Carolina	11.RD	NA06OAR4170015	4,359
An Assessment of the Presence and Fate of Pharmaceuticals and Personal Care Products PPCPs Found in Treated Wastewater Discharges into Charleston Harbor South Carolina	11.RD	MOA2006-025/7182, Am .3	24,562
The Gulf Stream Transect Oceanography Program (GuSTO): Undergraduate Workforce Training in Ocean Science Research	11.RD	NA10OAR4170073	18,350
Monitoring and Assessment of Tidal Creeks in the Gulf of Mexico	11.RD	MOA2006-025/7182	1,723
Toxicity of the Insecticide Permethrin to Two Species of Estuarine Fish, Fundulus Heteroclitus and Sciaenops	11.RD	MOA2006-025/7182, Am .3	18,222
Passed Through from Clemson University: Storm Hydrograph Separation Analysis for Paired Coastal Watersheds: An Assessment of Pre-development Site, Year 2	11.RD	NA06OAR4170015	19,309
Storm Hydrograph Separation Analysis for Paired Coastal Watersheds: An Assessment of Pre-development Site	11.RD	NA06OAR4170015, Am.9	3,215
Storm Hydrograph Separation Analysis for Paired Coastal Watersheds: An Assessment of Pre-development Site 2010	11.RD	NA10OAR4170073	3,763
Passed Through from SC Department of Natural Resources: Paralichthid Flounder Spawning Grounds Study, Year 2	11.RD	NA06OAR4170015, Am.9	29,246

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

<u>Federal grantor/pass-through grantor/program title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Total Expenditures</u>
RESEARCH AND DEVELOPMENT CLUSTER, Continued:			
US DEPARTMENT OF COMMERCE, Continued			
Passed Through from the University of Central Florida: Biomarker 2	11.RD	NA06N0S4190100	1,185
Passed Through from Florida Atlantic University: At-Sea Research Opportunities for the Next Generation of Scientists: The CIOERT Transect Program	11.RD	NA09OAR4320073	22,723
Passed Through from the University Corporation for Atmospheric Research: Evaluating the Efficacy of an Internet-Based Hurricane Surge Forecast	11.RD	NA06NWS4670013	1,140
Passed Through from SC Department of Natural Resources : Sea Turtles Sex Determination with Testosterone for 2005	11.RD	NA03NMF4720281	76
Sex Ratios and Stress in Sea Turtles Captured in the Southeast US Waters	11.RD	NA08NMF4720502	11,723
TOTAL US DEPARTMENT OF COMMERCE - RESEARCH AND DEVELOPMENT CLUSTER			304,540
US DEPARTMENT OF DEFENSE			
SOA University Consultant Support	12.RD	N65236-09-P-4039	24,917
TOTAL US DEPARTMENT OF DEFENSE - RESEARCH AND DEVELOPMENT CLUSTER			24,917
DEPARTMENT OF THE INTERIOR			
EDMAP 2009 Geologic Mapping of the Capers Inlet, SC	15.RD	G09AC00123	11,730
NRC Site License Reviews (IPA-Intermittent)	15.RD	IPA-8-8931-2228	(1,178)
Shortnose Sturgeon Data Analysis	15.RD	401818M619	2,971
Passed Through from Clemson University: Moth Survey in Congaree National Park	15.RD	H500085050	1,850
Passed Through from SC Department of Natural Resources: Wood Stork Research, Year 2	15.RD	401817M384	6,011
Passed Through from Florida Fish & Wildlife Conservation Commission: Laparoscopic Examination of Loggerhead Sea Turtles	15.RD	401819G512	4,687
Passed Through from Virginia Department of Game and Inland Fisheries: Freshwater Gastropod Web Atlas of Virginia - Atlantic Slope Species	15.RD	2009-11907	5,157
TOTAL US DEPARTMENT OF THE INTERIOR - RESEARCH AND DEVELOPMENT CLUSTER			31,228
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION			
SC Space Grant Consortium	43.RD	NNG05GI68G	697,059
A Comprehensive FUSE Survey of the Rotation Rates of Very Massive Stars in the Small and Large Magellanic Clouds	43.RD	NNX07AH66G	42,904
SC NASA EPSCoR 2007 (Experimental Program to Stimulate Competitive Research) Research Infrastructure Development	43.RD	NNX07AL01A	141,074
CAN / Experimental Program to Stimulate Competitive Research (EPSCoR)	43.RD	NNX07AT68A	241,652
Experimental Program to Stimulate Competitive Research (EPSCoR) - 2007	43.RD	NNX07AT57A	319,635

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

Federal grantor/pass-through grantor/program title	Federal CFDA Number	Pass-through Grantor's Number	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER, Continued:			
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION, Continued			
XMM at the Edge of an AGN Wind a Deep Observation of PG 1126-041	43.RD	NNX10AE11G	9,947
SC Space Grant Consortium, Year 18	43.RD	NNX10AM76H	20,731
SC NASA EPSCoR: Development of Rapid Cycle Pressure Swing Absorption Oxygen Concentrators for Extraterrestrial Applications	43.RD	NNX09AW23A	69,207
Passed Through from Space Telescope Science Institute: The Effect of Metallicity on the Rotation Rates of Massive Stars	43.RD	NAS5-26555	1,631
Passed Through from Cornell University: Gamma Ray Burst Population Studies with an Enhanced Batse Burst Catalog	43.RD	NNX09AD03G	24,096
Quantified Uncertainty: Flexible Probabilistic Modeling of Dynamic Spectra and Other Astronomical Data	43.RD	NNX09AK60G	8,908
Passed Through from the Jet Propulsion Laboratory: The Exhaust System of the Most Powerful Engines: Production and Evolution of Relativistic Astrophysical Jets	43.RD	NMO710834	11,181
Passed Through Smithsonian Astrophysical Observatory The Size of Quasar Non-Thermal / X-ray Emission Regions	43.RD	NAS8-03060	16,502
TOTAL NATIONAL AERONAUTICS SPACE ADMINISTRATION - RESEARCH AND DEVELOPMENT CLUSTER			1,604,527
NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES			
The Charleston Jazz Initiative Legends Festival	45.RD	10-1335-1	7,625
Passed Through from SC Humanities Council: In Search of Ambrosio Gonzalez: Soldier Under Two Flags	45.RD	8-1260-1	1,203
TOTAL - NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES - RESEARCH AND DEVELOPMENT CLUSTER			8,828
NATIONAL SCIENCE FOUNDATION			
RUI: SBBI: Phylogenetic Effect on Host Use Within Generalist Herbivores: A Case Study Using Marine Amphipods in the Family Ampithoidae (Crustacea: Amphipoda) - ARRA	47.RD	DEB-0919064	77,908
PFI: Lowcountry Partnership for Biomedical Innovation	47.RD	IIP-0917987	72,927
NUE: Understanding Optical Nanomaterials--Research-Based Experiments in Upper Division Undergraduate Physics Courses	47.RD	EEC-0634142	2,267
RUI: A Gamma-Ray Burst Counterpart and Afterglow Observing Campaign at the College of Charleston	47.RD	AST-0407320	15,020
RUI: Stability Analysis for Soliton Solutions of the Vortex Filament Equation and Beyond	47.RD	DMS-0908074	34,544
Collaborative Proposal: RUI: An Automatic Telescope for Stellar Research and Training of Undergraduates	47.RD	AST-0507551	6,312
RUI: Tilted Accretion Disks Around Rapidly Rotating Black Holes	47.RD	AST-0807385	43,523
RUI: Inverse Problems for Finite and Infinite Sets, and Nonstandard Methods	47.RD	DMS-0500671	3,593
Southeast Geometry Conference 2006-2008	47.RD	DMS-0606684	7,090
RUI: Topology and Stability of Integrable Vortex Filament Motion	47.RD	DMS-0608587	13,485
Deterministic and Stochastic Dynamics for Language Learning and Change	47.RD	DMS-0734783	22,451

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

Federal grantor/pass-through grantor/program title	Federal CFDA Number	Pass-through Grantor's Number	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER, Continued:			
NATIONAL SCIENCE FOUNDATION, Continued			
Workshop of the Southeastern Clustering and Ranking Group August 2009 Charleston, SC	47.RD	DMS-0917889	8,484
Southeast Geometry Conference 2010-2012	47.RD	DMS-1007465	6,275
Physiological Ecology of Intertidal Development: Linking Embryo Performance and Adult Reproductive Ecology	47.RD	OCE-0621467	64,319
The Evolution of Feeding Tolerance for Chemically-Rich Seaweeds Among Herbivore Populations: A Tropical -Temperate Contrast	47.RD	OCE-0550245	62,351
Collaborative Research: Phytoplankton Community Dynamics and Physiological Status in the South Atlantic Subtropical Gyre and Benguela Upwelling Systems	47.RD	OCE-0728683	48,900
Collaborative Research: Analytical Techniques and Software: Development of CyberInfrastructure to Support Laser-Ablation ICP Mass Spectrometry	47.RD	EAR-0930223	15,970
CAREER: Updating Problems in Information Retrieval and a Mathematical Dissection Lab	47.RD	CCF-0546622	68,627
SGER: Music Similarity Retrieval Using Power-Law Metrics	47.RD	IIS-0849499	53,721
SGER: A Music Search Engine Based on Aesthetic Similarity	47.RD	IIS-0736480	196
REU Site: Research Experiences in Experimental Marine Biology	47.RD	DBI-0552828	9,923
RUI: Impaired Metabolism and Performance in Crustaceans Exposed to Bacteria	47.RD	IOS-0725245	178,968
Arabidopsis 2010 Collaborative Research RUI Quantifying Mutation Parameters in a Fitness Landscape Spontaneous Mutation in a Thaliana in its Native Range	47.RD	DEB-0845413	12,160
An Assessment of the Microbial Diversity Associated with Selected Caribbean Corals	47.RD	DEB-0964997	74,912
Graduate Research Fellowship Program	47.RD	DGE-0946744	42,670
Collaborative Research: Interactive Effects of Iron, Light and Carbon Dioxide on Phytoplankton Community Dynamics in the Ross Sea	47.RD	OPP-0338097	10,966
Collaborative Research: Quantifying the Effects of Iron and Light on the Growth of Diatoms from the Ross Sea	47.RD	ANT-0739447	71,030
Collaborative Research: A Proteomic Approach to Understanding Cytoprotective Biogenic Sulfur Production in Sea-Ice Diatoms	47.RD	ANT-0739446	117,638
MRI-Consortium Acquisition of a Shipboard Sorting High Speed Flow Cytometer for Research and Education	47.RD	OCE-0923320	966,546
Passed Through from the University of Kansas Center for Research, Inc.: Collaborative Project: Facility Support: EarthChem - Advancing Data Management in Solid Earth Geochemistry	47.RD	EAR-0522222-007	16,278
TOTAL NATIONAL SCIENCE FOUNDATION - RESEARCH AND DEVELOPMENT CLUSTER			2,129,054
US ENVIRONMENTAL PROTECTION AGENCY			
Passed Through from Charleston County: Community Action for a Renewed Environment (CARE) Project	66.RD	RE-96494108-1	13,112
TOTAL US ENVIRONMENTAL PROTECTION AGENCY - RESEARCH AND DEVELOPMENT CLUSTER			13,112
DEPARTMENT OF ENERGY			
Passed Through from Washington Savannah River Company, LLC: Community and Regional Resilience Initiative	81.RD	DE-AC09-96SR18500	10,393

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

<u>Federal grantor/pass-through grantor/program title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Total Expenditures</u>
RESEARCH AND DEVELOPMENT CLUSTER, Continued:			
DEPARTMENT OF ENERGY, Continued			
Passed Through from Duke University: Effects of Elevated CO ₂ and N Fertilization on Extraradical and Mycchizal Fungi: Implications for Carbon Flow into Southeastern Forests	81.RD	DE-FC02-06ER64156	10,727
TOTAL DEPARTMENT OF ENERGY - RESEARCH AND DEVELOPMENT CLUSTER			<u>21,120</u>
DEPARTMENT OF EDUCATION			
Radical Change in Large-Class Instruction: A Plan to Develop, Assess and Disseminate a Lecture-Less, Student-Active Teaching Method Proven Successful in Small Chemistry Classes	84.RD	P116B060026	148,166
TOTAL DEPARTMENT OF EDUCATION - RESEARCH AND DEVELOPMENT CLUSTER			<u>148,166</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Light Dosimetry for Esophageal Photodynamic Therapy	93.RD	1 R15 CA120106-01A1	28,796
Passed Through from the University of Kentucky Research Foundation: Kentucky Prevention Research Center	93.RD	5U48DP000039-05	26,929
Passed Through from the University of South Carolina: Administrative Supplement - INBRE - ARRA	93.RD	3P20RR016461-09S1	38,967
South Carolina IDeA Network for Biomedical Research Excellence (SC-INBRE), Year 5	93.RD	5 P20 RR16461	347,839
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES - RESEARCH AND DEVELOPMENT CLUSTER			<u>442,531</u>
DEPARTMENT OF HOMELAND SECURITY			
Passed Through from SC Emergency Management Division: Proposal for Continuation of the South Carolina Earthquake Education and Preparedness SCEEP Program at the College of Charleston	97.RD	8EMPG01	35,000
TOTAL DEPARTMENT OF HOMELAND SECURITY - RESEARCH AND DEVELOPMENT CLUSTER			<u>35,000</u>
TOTAL RESEARCH AND DEVELOPMENT CLUSTER			<u>4,791,771</u>

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

<u>Federal grantor/pass-through grantor/program title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Total Expenditures</u>
<u>STUDENT FINANCIAL AID CLUSTER:</u>			
DEPARTMENT OF EDUCATION			
Supplemental Educational Opportunity Grant 2008-2009	84.007	P007A083774	(919)
Supplemental Educational Opportunity Grant 2009-2010	84.007	P007A093774	332,460
College Work-Study Program 2009-2010	84.033	P033A093774	291,698
College Work-Study Program 2009-2010 - ARRA	84.033	P033A093774	61,722
Perkins Loan	84.038	P038A043774	2,305,080
Actual Pell Grant Program 2008-2009	84.063	P063P080378	(676)
Actual Pell Grant Program 2009-2010	84.063	P063P090378	7,884,047
Federal Direct Student Loan Unsubsidized 2008-2009	84.268	P268K090378	(7,822)
Federal Direct Student Loan Unsubsidized 2009-2010	84.268	P268K100378	17,009,322
Federal Direct Plus Student Loan 2008-2009	84.268	P268K090378	4,388
Federal Direct Plus Student Loan 2009-2010	84.268	P268K100378	22,843,049
Federal Direct Student Loan Subsidized 2008-2009	84.268	P268K090378	(3,583)
Federal Direct Student Loan Subsidized 2009-2010	84.268	P268K100378	15,358,589
Federal Direct Graduate Plus Loan Program 2008-2009	84.268	P268K090378	2,231
Federal Direct Graduate Plus Loan Program 2009-2010	84.268	P268K100378	140,870
Academic Competitiveness Grants 2009-2010	84.375	P375A090378	379,631
National Science and Mathematics Access to Retain Talent (SMART) Grants 08-09	84.376	P376S080378	(4,000)
National Science and Mathematics Access to Retain Talent (SMART) Grants 09-10	84.376	P376S090378	287,803
Teacher Education Assistance for College and Higher Education Grants 2009-2010	84.379	P379T100378	199,846
TOTAL DEPARTMENT OF EDUCATION - STUDENT FINANCIAL AID CLUSTER			67,083,736
TOTAL STUDENT FINANCIAL AID CLUSTER			67,083,736
<u>TRIO CLUSTER:</u>			
DEPARTMENT OF EDUCATION			
Upward Bound Program	84.047A	P047A070612	396,576
College of Charleston Ronald E. McNair Post-Baccalaureate Degree Program	84.217A	P217A090181	92,782
TOTAL DEPARTMENT OF EDUCATION - TRIO CLUSTER			489,358
TOTAL TRIO CLUSTER			489,358
<u>STATE FISCAL STABILIZATION FUND CLUSTER:</u>			
DEPARTMENT OF EDUCATION			
Passed Through from Office of the State Treasurer: State Fiscal Stabilization Funds 2009-2010 - ARRA	84.394		4,692,447
TOTAL DEPARTMENT OF EDUCATION - STATE FISCAL STABILIZATION FUNDS CLUSTER			4,692,447
TOTAL STATE FISCAL STABILIZATION FUNDS CLUSTER			4,692,447

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

Federal grantor/pass-through grantor/program title	Federal CFDA Number	Pass-through Grantor's Number	Total Expenditures
OTHER PROGRAMS:			
US DEPARTMENT OF JUSTICE			
Passed Through from SC Department of Alcohol and Other Drug Abuse Services: Palmetto Initiative for Campus/Community Collaborations (PICCC)	16.727	COC-PICC-9	7,946
Palmetto Initiative for Campus/Community Collaborations (PICCC) 2009-2010	16.727	COC-PICC-0	42,901
TOTAL US DEPARTMENT OF JUSTICE			50,847
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION			
Passed Through from the University of Alabama in Huntsville: Coordinate Science Definition Team Activities at the College of Charleston	43.xxx	NNM05AA22A	11,296
Passed Through from Brown University: Moon Mineralogy Mapper	43.xxx	NNM05AB26C	26,908
The Moon as Cornerstone to the Terrestrial Planets: The Formative Years	43.000	NNA09DB34A	16,364
TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION			54,568
NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES			
Crazyhorse Literary Journal 2009	45.024	09-5200-7077	2,500
Passed Through from the City of Charleston: Center for Documentary in Search of Ambrosio Gonzales Soldier Under Two Flags	45.025	09-03-04	500
Passed Through from SC Humanities Council: Conference and Teachers Workshop on Race, Labor and Citizenship in the Post-Emancipation South	45.129	9-1305-1	3,614
TOTAL NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES			6,614
NATIONAL SCIENCE FOUNDATION			
Collaborative Proposal: Southeastern Atlantic Mathematical Sciences Workshop	47.049	DMS-0739387	15,215
Qualitative Research Workshop	47.076	DUE-0923592	10,889
Planning Meeting for a US-Italy Coastal Antarctic Time Series	47.079	OISE-1000668	14,640
Passed Through from the Institute for Global Environmental Strategies: A Collaborative Effort for Building an Earth System Science Education Alliance in SC	47.050	GEO-0631389	11,518
Passed Through from South Carolina State University: SCAMP Phase II - Year 2	47.076	HRD-0705355	41,378
SCAMP Phase II - Year 3	47.076	HRD-0705355	7,121
TOTAL NATIONAL SCIENCE FOUNDATION			100,761

(Continued)

THE COLLEGE OF CHARLESTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDING JUNE 30, 2010

Federal grantor/pass-through grantor/program title	Federal CFDA Number	Pass-through Grantor's Number	Total Expenditures
US ENVIRONMENTAL PROTECTION AGENCY			
Indoor Air Quality Tools for Schools	66.034	XA-95420309-0	13,554
TOTAL US ENVIRONMENTAL PROTECTION AGENCY			13,554
DEPARTMENT OF ENERGY			
Passed Through from South Carolina Energy Office:			
Simons Center for the Arts Direct Digital Controls Installation - ARRA	81.041	S09-0129	1,422
Lightsey Center Direct Digital Controls Installation - ARRA	81.041	S09-0129	1,422
Randolph Hall Direct Digital Controls Installation - ARRA	81.041	S09-0129	1,422
J.C. Long Building Direct Digital Controls Installation - ARRA	81.041	S09-0129	1,422
TOTAL US ENVIRONMENTAL PROTECTION AGENCY			5,688
DEPARTMENT OF EDUCATION			
Global Scholars Program	84.016A	P016A080022	28,064
FY 2009 Congressionally - Directed Grant Awards: Equipment for the Lowcountry Hazards Center	84.116	P116Z090152	163,150
Greening the Supply Chain: Promoting Economically and Socially Sustainable Environmental Development	84.116N	P116N070022	55,405
The Need for International Entrepreneurship Education	84.153A	P153A080039	33,974
Passed Through from South Carolina Department of Education:			
Personnel Development Collaboration: Project CREATE 2009-2010	84.027A	10-CO-303-01	40,055
Passed Through from the University of South Carolina:			
Diverse Pathways in Teacher Preparation: A Collaborative Approach for South Carolina 2- and 4-Year Colleges	84.336B	P336B040014	42,915
Passed Through from South Carolina Department of Education:			
Personnel Development Collaboration: Project CREATE 2009-2010	84.367A	10 TQ 303-01	13,024
TOTAL DEPARTMENT OF EDUCATION			376,587
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			
South Carolina Collaborative for Civic Engagement: Working Toward a Campus Compact, Year 3	94.013	07 VSSSC003	14,641
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			14,641
TOTAL OTHER PROGRAMS			623,260
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 77,680,572

THE COLLEGE OF CHARLESTON
NOTES TO THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the College of Charleston and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR FEDERAL AWARDS

Expenditures for student financial aid programs include the federal share of student's Federal Supplemental Educational Opportunity Grant program grants and Federal Work Study program earnings, certain other federal financial aid for students and administrative costs allowances, where applicable.

Expenditures for federal research and development programs are determined using the cost accounting principles and procedures set forth in OMB Circular A-21, Cost Principles for Educational Institutions. Under these cost principles, certain expenditures are not allowable or are limited as to reimbursement.

Expenditures for nonfinancial aid awards include indirect costs, related primarily to facilities operation and maintenance and general, divisional and departmental administrative services, which are allocated to direct cost objectives (including federal awards) based on negotiated formulas commonly referred to as facilities and administrative cost rates. Facilities and administrative costs allocated to such awards for the year ended June 30, 2010, were based on predetermined fixed rates negotiated with the College's cognizant federal agencies.

NOTE 3 - FEDERAL PERKINS LOAN PROGRAM (CFDA NUMBER 84.038)

The Federal Perkins Loan Program is administered directly by the College of Charleston and balances and transactions are included in the loan fund of the College of Charleston's financial statements. The balance of loans outstanding under the Federal Perkins Loan program was \$2,210,242 as of June 30, 2010.

NOTE 4 - MATCHING

Under the Federal Work Study program, the College of Charleston matched \$56,752 in total compensation for the year ended June 30, 2010 in addition to the federal share of expenditures in the accompanying schedule of expenditures of federal awards.

Under the Supplemental Education Opportunity Grant program, the College of Charleston matched \$143,264 in funds awarded to students for the year ended June 30, 2010 in addition to the federal share of expenditures in the accompanying schedule of expenditures of federal awards.

NOTE 5 - CONTINGENCIES

The College of Charleston receives funds under various federal grant programs and such awards are to be expended in accordance with the provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

NOTE 6 - SUBRECIPIENTS

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the College of Charleston provided federal awards to subrecipients as follows:

<u>Federal granting agency</u>	<u>Federal CFDA Number</u>	<u>Amount provided to subrecipients</u>
US Department of Agriculture	10.652	\$ 10,800
National Aeronautics and Space Administration	43.001	1,112,193
US Department of Education	84.116B / 84.153B /84.116N	88,315
National Science Foundation	47.049 / 47.070 / 47.076	<u>24,197</u>
		<u>\$ 1,235,505</u>



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Members of the Board of Trustees
The College of Charleston
Charleston, South Carolina

We have audited the financial statements of the business-type activities and the aggregate discretely presented component units of The College of Charleston (the College), a department of the State of South Carolina, as of and for the year ended June 30, 2010, which collectively comprise the College's basic financial statements and have issued our report thereon dated November 12, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of The College of Charleston Foundation, a discretely presented component unit and The College of Charleston Cougar Club, a discretely presented component unit were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the College's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the audit committee, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Greenwood, South Carolina
November 12, 2010

Elliott Davis, LLC



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS THAT COULD HAVE A DIRECT
AND MATERIAL EFFECT ON EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133 AND ON THE SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS**

Members of the Board of Trustees
The College of Charleston
Charleston, South Carolina

Compliance

We have audited The College of Charleston's (the College) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2010. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the College's management. Our responsibility is to express an opinion on the College's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the College's compliance with those requirements.

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the College's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the business-type activities and discretely presented components of The College of Charleston, a department of the State of South Carolina, as of and for the year ended June 30, 2010, which collectively comprise the College's basis financial statements, and have issued our report thereon dated November 12, 2010. Our report was modified to include a reference to other auditors. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management, the audit committee, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Elliott Davis, LLC

Greenwood, South Carolina
February 23, 2011

THE COLLEGE OF CHARLESTON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010

I. Summary of auditor's results

- A. An unqualified opinion was issued on the basic financial statements of The College of Charleston.
- B. No significant deficiencies relating to the audit of the financial statements are reported in the Schedule of Findings and Questioned Costs.
- C. No material weaknesses relating to the audit of the financial statements are reported in the Schedule of Findings and Questioned Costs.
- D. No instances of noncompliance material to the audit of the financial statements are reported in the Schedule of Findings and Questioned Costs.
- E. No significant deficiencies relating to the audit of the major federal award programs is reported in the Schedule of Findings and Questioned Costs.
- F. No material weaknesses relating to the audit of the major federal award programs are reported in the Schedule of Findings and Questioned Costs.
- G. The auditor's report on compliance for the major federal award programs for The College of Charleston expresses an unqualified opinion.

- H. Major federal programs for The College of Charleston for the fiscal year ended June 30, 2010 are:

<u>CFDA Number</u>	<u>Name of federal program or cluster</u>
84.007; 84.033; 84.038; 84.063; 84.268; 84.375; 84.376; 84.379	Student Financial Aid Cluster
84.394	State Fiscal Stabilization Fund - Cluster - ARRA

- I. The threshold for distinguishing between Types A and B programs for The College of Charleston was \$2,330,417.
- J. The College of Charleston was assessed as a low risk auditee.

II. Findings related to the audit of the financial statements of The College of Charleston

None noted

III. Findings and questioned costs related to the audit of federal awards

None noted

***THE COLLEGE OF CHARLESTON
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010***

In accordance with Government Auditing Standards, issued by the Comptroller General of the United States, the following is the status of known material findings and recommendations from prior year audits:

None noted